

Governor and Senate Budget Items not in House Proposal

			Proposed Expansion\Reductions		
		Expansion\Reduction Item	Approps (R)	Approps (NR)	FTE
Central Management and Support					
		Reductions			
	G	Reduce Community Health Grants Community Health Grants are recommended for reduction. Grant funds totaling \$700,000 were not distributed in SFY 2010 due to the revenue shortfall. Funding has varied from year to year. This reduction option would mean that centers entering their third (and final) year of programmatic support will have to compete for new funding rather than be assured of the third year of funding.	(\$1,050,775)	\$0	-
	S	Position Eliminations Eliminates positions within the Division of Central Management.	(\$1,228,875)	\$0	(20.00)
		Expansion			
	G/S	Grant in Aid to the Special Olympics A grant-in-aid is recommended for North Carolina Special Olympics.	\$0	\$100,000	-
Division of Aging and Adult Services					
		Reductions			
		None			
		Expansion			
	G	Senior Services - Project Care Project C.A.R.E. is a nationally recognized respite care program for caregivers of people with dementia. The program targets rural, elderly, and minority families and is a cost effective alternative to institutional care. These funds will expand the program to approximately 20 counties and provide consultation, referral, and respite care for more than 500 additional families.	\$1,000,000	\$0	-
Division of Child Development					
		Reductions			
	G	Local Departments of Social Services' Administrative Reduction Reduces administrative allowance from 5% to 4%	(\$3,277,519)	\$0	-
	G/S	Smart Start Reduces funding for the North Carolina Partnership for Children, Inc. This is a 5.2% reduction and the remaining funding totals \$183 million.	G (\$7,732,319) S (\$10,000,000)		-
		Expansion			
		None			

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Office of Education Services					
		Reductions			
	G	Suspend On-Site Summer School Programs As a cost saving measure, the department has suspended on-site summer school programs. Programs continue to be provided to children at central locations near their homes and through distance technology. It is recommended that on-site summer school be suspended for SFY 2011.	\$0	(\$280,000)	-
	G	Reduce Residential Services from Five to Four Nights Historically, residential services have been offered five nights, Sunday through Thursday. As a cost savings measure, the department eliminated Sunday night, bringing students to campuses Monday morning. It is recommended that the cost saving measure be adopted on a permanent basis.	(\$619,558)	\$0	-
	S	Office of Education Services Eliminates the Office of Education Services Central Office, Resource Support, Governor Morehead School Outreach, Deaf/Blind, and Exceptional Children Support programs. The oversight of the NC School for the Deaf, Eastern NC School for the Deaf, Governor Morehead School for the Blind, Governor Morehead Preschool, Early Intervention Services - Preschool, and Family Resource Center programs is transferred to the Department of Public Instruction, Exceptional Children Division by Type I transfer.	(\$2,492,279)	\$0	-
		Expansion			
		None			
Division of Public Health					
		Reductions			
	S	Position Eliminations Eliminates positions in the Department of Public Health.	(\$900,000)	\$0	(27.00)
		Expansion			
	G/S	Aids Drug Assistance Program This recommendation continues serving people in the AIDS Drug Assistance Program (ADAP) who are enrolled as of July 1, 2010. It will also allow eligible individuals (up to 125% of the federal poverty level) on the waiting list as of July 1 to be enrolled. To the degree that total funding available to the ADAP program allows, additional people will be enrolled.	\$11,177,632	\$3,000,000	-

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Division of Social Services					
		Reductions			
	G	Change State Participation in State Adult Care Home Specialist Fund Monies in the State Adult Care Home Specialist Fund are allocated to counties based on the number of licensed adult care homes in order to support monitoring and inspection efforts performed by local departments of social services staff. The non-federal share is split between the state and counties, 40% and 10% respectively. The proposal would evenly distribute the non-federal share at 25%.	(\$525,000)	\$0	-
	G	Change Permanency Planning State Match Permanency Planning services for children, including activities to support foster care, adoption and child protective services, are supported through a 75% + 25% match with federal IV-B1 funding, of which the 25% is currently paid by the State. It is recommended that the required match of 25% for permanency planning services be transferred to the local departments of social services.	(\$682,512)	\$0	-
	G/S	Child Advocacy Centers Replaces recurring grants-in-aid for the twenty-two accredited Child Advocacy Centers statewide. This reduction is offset by a non-recurring allocation of Social Services Block Grant receipts for services provided by the Child Advocacy Centers during FY 2010-11. (Gov.'s proposal does not include SSBG funding.)	(\$375,000)	\$0	-
	G/S	Child and Family Teams Eliminates funding for twelve child and family team facilitator positions located in the following counties: Anson, Bertie, Duplin, Greene, Halifax, Hoke, Hyde, Martin, McDowell, Nash, Pamlico, and Vance. These funds support facilitator positions established for pilot programs in the above counties. The remaining eighty-eight counties have utilized other resources to hire facilitators.	(\$420,804)	\$0	-
	G/S	State Funding Authorizations for Counties Continues a reduction in State funding authorizations for counties for Foster Care/Adoption Title IV-E, Child Protective Services-State, and Child Protective Services Title IV-E. These reductions were implemented during FY 2009-10 to cover the projected revenue shortfall.	G (\$2,540,896) S (\$2,390,896)		
	S	Position Eliminations Eliminates positions within the Division of Social Services.	(\$959,632)	\$0	(15.00)
		Expansion			
	S	Food Banks Provides a non-recurring grant-in-aid to be equally distributed to the six regional food banks within North Carolina.		\$1,000,000	-
	S	Child Welfare Education Collaborative Continues support of the Child Welfare Education Collaborative educational assistance program for social work students who commit to working in child protective services in county departments of social services.	\$239,453	\$0	-

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Division of Medical Assistance					
		Reductions			
	G	Durable Medical Equipment (DME) Program Improvements The recommended budget includes two improvements for DME. First, the Division of Medical Assistance is seeking through a competitive bidding process to select one provider of incontinence supplies, resulting in savings through bulk purchasing (\$1,654,714). Second, it is recommended that Medicaid no longer cover high-tech adult orthotics and prosthetics when lower-tech alternatives exist or when medical necessity does not demand the higher-tech device (\$204,716).	(\$1,859,430)	\$0	-
	G	Improved Utilization Management for Optional Services Various optional service changes are recommended. They include maintaining adult podiatry services for individuals with diabetes or vascular disease only (\$535,436); eliminating adult optical 'refraction only' services to be consistent with Medicare reimbursement (\$121,677); reducing the maximum number of visits for adult ST, PT, OT, and respiratory therapy (RT) to three visits/year (\$1,507,110); and no longer allowing reimbursement of ST, PT, OT, and RT services when provided at the same time as other home care Medicaid services (\$112,500). In addition, the division shall develop a plan that includes limits and prior approval on outpatient optional services for improved utilization management (\$2,065,647).	(\$4,342,370)	\$0	-
	G	Private Duty Nursing Changes This recommendation transitions adult private duty nursing recipients to a new Community Alternatives Program (CAP) technology waiver. The program will continue to serve children; however, it is recommended that independent assessments be conducted for children that receive the service.	(\$1,298,058)	\$0	-
	G	Coverage for Emergency Adult Dental Care This recommendation limits adult dental coverage to emergency care only. With this policy change, covered services will include emergency exams; diagnostic x-rays; urgent care extractions; biopsies; excision of tumors; repair of soft tissue wounds; treatment of fractures; and a portion of adjunctive services, such as general anesthesia and IV sedation, hospital calls, and therapeutic drug administration.	(\$11,648,961)	\$0	-
		Expansion			
	G/S	Adult Care Home Funds Funds are recommended to develop and implement a 1915(c) Medicaid Assisted Living waiver for individuals that reside in adult care homes that meet skilled nursing level of care and currently receive State County Special Assistance (SCSA). The waiver will allow for a targeted reimbursement based on acuity levels for the personal care services provided in adult care homes.	G (\$9,000,000) S (\$5,000,000)		-

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Health Choice					
		Reductions			
		None			
		Expansion			
	G/S	NC Health Choice Transition Staff Based on findings from the OSBM study of NCHC staffing, three staff are recommended to transition the administration of NC Health Choice to the division. The staff includes two time-limited employees for clinical policy and provider enrollment and one permanent employee for program integrity activities.	\$19,825	\$39,650	3.00
	G/S	Expand NC Health Choice Enrollment The Governor recommends expanding NCHC to fund anticipated enrollment growth to ensure that all children seeking coverage are served. Projected enrollment is expected to reach 143,035 by June 2011, allowing an additional 8,096 children to be served.	G \$8,522,718 S \$6,500,000		-
Division of Services for the Blind, Deaf and Hard of Hearing					
		Reductions			
		Expansion			
		None			
Division of Mental Health\DD\SAS					
		Reductions			
	G/S	School-based Child and Family Teams Eliminates funding available for system coordinators within the 15 LME pilot areas. These funds support 18 Care Coordinators.	(\$523,638)	\$0	-
	S	State Service Funds Replaces State funding with the Division of Mental Health, Developmental Disabilities, and Substance Abuse Services with federal Mental Health and Substance Abuse block grant funds for FY 2010-11. The total includes \$1,731,432 from the Mental Health Block Grant and \$2,729,770 from the Substance Abuse Block Grant. This is a one-time swap of State with federal funds.	\$0	(\$4,461,202)	Reduction no longer viable.
	S	Division Management Funds Reduces unobligated funding available at the Division's discretion for one-time needs of community providers or LME system needs. The total includes \$1,169,355 for mental health, \$3,398,534 for developmental disabilities, and \$2,612,918 for substance abuse services. These funds have historically been spent to address specific one-time needs; these funds are not allocated to LMEs for service provision.	\$0	(\$7,180,807)	\$0

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		Expansion			
	G	Increase Local In-Patient Bed Capacity Funding is recommended to continue the development of local crisis response through the purchase of local in-patient bed capacity. These funds support the purchase of an estimated 50 beds. Local in-patient care affords clients the opportunity to receive services in their home community and better integration of care.	\$12,000,000	\$0	-
	G	Improve Quality of Care in Residential Facilities To improve the quality of care of clients in the division's residential facilities, funding is recommended to support the training of facility staff. An emphasis will be placed on training direct care staff and front line leaders. Training will include current treatment modalities, medication administration, therapeutic communication, clinical and legal aspects of documentation, and cultural awareness.	\$534,795	\$0	-
	G/S	Training in Facilities Increases funds available for training direct care staff and front line leaders in patient care. Training will include medication administration, therapeutic communication, clinical and legal aspects of documentation and cultural awareness.	\$534,795	\$0	-
	S	Leadership Academy Provides funds for a Mental Health Leadership Academy for training for Mental Health managers, finance/budget officers, and other leaders within LMEs.	\$0	\$250,000	-
Division of Health Services Regulation					
		Reductions			
	G	Make Jails and Detention Section Receipt Supported It's recommended that the Jails and Detention Section become 100% receipt supported. Annual fees will be \$420/facility and \$17.50/bed.	(\$417,533)		
		Expansion			
		None			
Division of Vocational Rehabilitation					
		Reductions			
	G	Reduce Independent Living Program Budget and Staff The Independent Living program reduces institutionalization of persons with significant disabilities and maximizes community living for those citizens and their families by providing services to increase independence and employment. This recommendation reduces overmatched state funds within the Independent Living program.	(\$799,202)	\$0	
		Expansion			
		None			